



FOR IMMEDIATE RELEASE
Wednesday, April 24, 2002

**TELE2 AB ACHIEVES PRE-TAX PROFITABILITY
WITH EBITDA IMPROVING STRONGLY OVER THE YEAR RISING
BY MSEK 951 TO MSEK 949**

New York and Stockholm – Wednesday, April 24, 2002 – Tele2 AB (“Tele2”, “the Group”) (Nasdaq Stock Market: TLTOA and TLTOB and Stockhomsbörsen: TEL2A and TEL2B), the leading alternative pan-European telecommunications company, today announced its consolidated results for the first quarter ended March 31, 2002.

- **MSEK 949 EBITDA in Q1 (Q1 2001 MSEK -2)**
- **Positive EBT of MSEK 11 (MSEK -871)**
- **Central Europe reports MSEK 12 EBITDA in fixed telephony**
- **Southern Europe revenue increased by 55%**
- **32% increase in Operating Revenue compared to the same period in 2001**
- **Mobile operations for Tele2 in Sweden reported EBITDA margin of more than 50% in Q1 and revenues up 25%**
- **Improved positive cash flow for the quarter**
- **15.6 million customers an increase of 25%**

Lars-Johan Jarnheimer, President and CEO of Tele2 AB stated:

“It is pleasing that Tele2 delivered a positive result before tax of MSEK 11 in the first quarter which reflected the continued strong progress in our fixed line operations in Continental Europe. Our marketing activities in the first quarter were less aggressive than in the third and fourth quarters of 2001 and this helped us achieve this milestone. We understand that investors wished to see Tele2 reach profitability. The outlook for our mobile business is excellent and in Sweden mobile margins of over 50% are best of class. Our focus continues to be on low cost customer acquisition, churn management and operational cost control.”

FINANCIAL AND OPERATING HIGHLIGHTS

(The figures shown in parenthesis correspond to the comparable periods in 2001 and all negative amounts are distinguished with a minus sign).

Financial highlights for the first quarter, 2002

SEK millions	2002	2001
	Q1	Q1
Operating Revenue	7,386	5,614
Operating Profit (loss)		
before depreciation and amortization (i)	949	-2
after depreciation and amortization (ii)	160	-711
Profit (loss) after financial items (iii)	11	-871
Profit (loss) after taxes (iv)	-239	-1,039
Earnings (loss) per share, after dilution	-1.62	-7.16

(i) EBITDA

(ii) EBIT

(iii) EBT

(iv) The taxes for the period are wholly related to deferred taxes and have no cash impact

Operating highlights, for the first quarter, 2002

- Tele2's marketing activities in the first quarter were less aggressive than in the third and fourth quarters of 2001, therefore the customer intake was reduced to some 350,000 customers in continental Europe during the quarter.
- Local calling is being progressively introduced across Europe and among Tele2's larger markets local calling has been introduced in Sweden and France in quarter one. Tele2 already has local calling in Italy and it was announced during the quarter that local calling in Germany will commence on 1 December, 2002.
- Cost savings made in Norway and Denmark by staff reductions in both operations following on from similar cost reductions in Sweden in the third quarter of 2001.
- Tele2 Norway has started the roll out of 3G infrastructure in Norway.
- Tele2 launched a marketing campaign in the UK to sell fixed line services in partnership with the Post Office

Post Quarter Events

- Tele2 was awarded two GSM licenses in St.Petersburg as part of agreement for the purchase of FORA Telecom from Millicom International Cellular.
- Tele2 increased its ownership in Finnish 3 G Suomen Kolmegee Oy from 20% to 27.44%. The voting power remains at 15%. The company has one of the four 3G licenses in Finland.
- On April 19 the Ministry of Transport and Communications in Norway approved a revised plan for UMTS roll-out for Tele2 in Norway. It has been agreed that the previously suggested fines will not be payable.

OPERATIONAL REVIEW BY MARKET AREA

Number of customers

	March 31,		%
	2002 '000s	2001 '000s	
By Market Area			
Nordic	6,446	5,663	14%
Eastern Europe and Russia	1,101	357	208%
Central Europe	3,290	2,811	17%
Southern Europe	4,531	3,419	33%
Luxembourg	216	173	25%
TOTAL	15,584	12,423	25%
By Business Area			
Mobile telephony	4,043	2,773	46%
<i>Whereof Prepaid</i>	<i>2,510</i>	<i>1,524</i>	65%
Fixed telephony and Internet	11,286	9,650	17%
Cable TV	255	-	-
TOTAL	15,584	12,423	25%

Nordic

Operating revenue, MSEK 3,516 (2,916), +21%

EBITDA, MSEK 1,098 (780), +41%

The Nordic market encompasses Tele2 operations in Sweden, Norway, Denmark and Finland, and Datamatrix. Optimal Telecom is included with effect from 1 January 2002 (note 4).

Tele2 has agreed terms with Telia in Sweden, Telenor in Norway and TDC in Denmark to resell ADSL services and Tele2 expects that the launch of these services will take place this summer.

Sweden

Tele2 in Sweden is the main component of the Nordic region. In the first quarter Tele2 in Sweden was able to maintain high margins for both the fixed and mobile operations, with 55% EBITDA margin in mobile and 21% EBITDA margin in fixed line. The mobile operations in Sweden reported 2,671,000 customers, an annualized increase of 23%. Monthly average revenue per mobile customers (ARPU), including both postpaid and prepaid customers, was SEK 201 a 1% rise over the year and monthly mobile minutes of usage (MOU) were 100, a rise of 3% year on year. Prepaid mobile customers accounted for 67% of the total mobile subscriber base. Fixed telephony and internet had customer 1.9 million customers at the end of the quarter, with EBITDA margin reaching 21% for the first quarter compared to 19% in quarter one 2001.

Denmark, Finland and Norway

Denmark, Finland and Norway reported a 1.7 million, predominantly fixed telephony, customers. There was growth in all areas of the business in these countries and encouragingly, competitive pressures continue to reduce.

Following the successful launch of a cost saving initiative in Sweden in September last year this programme has been replicated in Norway and Denmark. This led to staff reductions of approximately 10% in Denmark and 20% in Norway.

In Norway Tele2 has been successful in cross selling mobile services to its fixed line customers which have kept customer acquisition costs low. In Denmark margins have improved as costs have been reduced and prices have stabilised and Tele2 is now the only remaining fixed telephony and internet provider competing with the incumbent TDC.

In early April 2002 Tele2 increased its stake in Finnish 3 G Suomen Kolmegee Oy. The company which has one of the four 3G licenses in Finland and is co-owned by Finnet Group, from 20% to 27.44%. The voting power remains the same at 15%

Eastern Europe and Russia

Operating revenue, MSEK 503 (210), +140%

EBITDA, MSEK 126 (59), +114%

The Eastern Europe and Russia market encompasses Tele2 operations in the Baltics (Lithuania, Latvia and Estonia), in Poland, the Czech Republic and Russia, and X-source.

The revenues within Eastern Europe and Russia are predominantly from the mobile businesses.

In December 2001 Tele2 purchased FORA, Millicom International's Russian cellular assets, and in April 2002 Tele2 received confirmation that it has been awarded the GSM licenses in St Petersburg. This completes the outstanding licenses for Tele2 and it now has twelve operations and in all a total population under license of 48 million.

Central Europe

Operating revenue, MSEK 1,423 (1,189), +20%

EBITDA, MSEK -27 (-277), of which a positive EBITDA of MSEK 12 (-278) for fixed telephony

The Central European market encompasses Tele2 operations in Germany, the Netherlands, Switzerland and Austria, and a license in Ireland.

EBITDA for the market area continued the improving trend and in Q1 the fixed line operations reached EBITDA breakeven for the first time, in line with Tele2's target of reaching breakeven within the three years from operational launch. ARPU for the fixed line business in Central Europe reached SEK 148 in the first quarter up 2% year or year.

Tele2 is the largest alternative telephony operator in The Netherlands. In August, Tele2 launched the first Mobile Virtual Network Operator (MVNO) in The Netherlands and this operation is performing well, acquiring customers at a low cost, illustrating the benefits of crossing selling mobile services to the Tele2's substantial fixed line customer base.

In Germany Tele2 continues to benefit from market consolidation as a number of competitors have either been integrated into larger organisations or disappeared from the market and Tele2 is now the number four operator in Germany. The German regulator has made a final decision with regard to local traffic and this local traffic will now be available to Tele2 from 1 December this year.

Tele2 is now the second largest alternative operator in Switzerland, and it is the largest alternative fixed telephony operator in Austria. Consumption per customer in both countries continues to rise reflecting the high levels of preselection. In Switzerland Tele2 has been able to take local traffic since April 1, 2002.

Southern Europe

Operating revenue, MSEK 1,868 (1,204), +55%

EBITDA, MSEK -181 (-397)

The Southern Europe market includes Tele2 operations in France, Italy and Spain and a license in Portugal.

The region has continued to show strong growth in operating revenue which was up 19% from last quarter despite a lower marketing spend. With more than 4.5 million active customers in Southern Europe generating more than 1 billion minutes per month. Also there has been a dramatic improvement in EBITDA in the first quarter with MSEK -181 as compared to MSEK -329 in quarter four. Tele2 achieved a strong ARPU for Southern Europe of SEK 141 this was an 11% increase on the fourth quarter.

Tele2 France, is the largest alternative fixed operator in France. In a survey by GFK Tele2 France was identified as "the French's favourite operator" and as "the operator offering better prices". Local calling was launched in the quarter and has progressively opened up across all regions which has meant that revenues per customer are now seeing extra growth at no extra cost to Tele2. Also from 1 January 2002 interconnect tariffs were reduced.

Tele2 Italy is still the fastest growing business and there has been a substantial improvement in profitability in quarter one and it is now consolidating its position as Italy's second leading alternative fixed telephony operator. In an independent survey by GFK respondents identified Tele2 Italy as "the operator offering the most favourable prices" and this has led to the company being recognized as the preferred operator among households which have not yet switched to an alternative operator.

In Spain Tele2 is now the number four operator which underlines the success of the IP network, which is delivering a high-quality service to our clients. The full prepaid offer generates high operational savings and allows Tele2 to offer the best prices on the market. According to the GFK survey in January Tele2 has now reached 66% awareness in Spain and is perceived as "the operator offering the most attractive prices" and the operator "offering the simplest and clearest offers".

Luxembourg

Operating revenue, MSEK 196 (167), +17%

EBITDA, MSEK 23 (10)

The Luxembourg market includes Tele2 operations in Liechtenstein and Luxembourg, a license in Belgium, 3C and Transac.

Tango is the largest mobile provider in Luxembourg. The launch of TANGO TV in conjunction with Tango Sunshine radio is successfully reaching its target younger audience and is the first step to interactivity between media and mobile which will drive SMS traffic in particular. These activities strengthen the brand and the launch of the new WAP portal which can be totally personalized and the SMS push platform, Tango Tatoo are two further developments since the first quarter. During quarter one Tele2 also launched pre-paid in Luxembourg.

Branded Products and Services

Operating revenue, MSEK 220 (402),

EBITDA, MSEK -90 (-177)

Branded Products includes Tele2 UK, the operations recently launched in conjunction with the Post Office in the UK, C³, Everyday.com and IntelliNet. Optimal Telecom has been moved to market area Nordic with effect from 1 January 2002, to increase visibility and improve the analysis of the financial development in both market areas..

GROUP REVIEW

Parent Company

At the Parent company level, Tele2 reported at March 31, 2002 operating revenue of MSEK 4 (2), EBIT of MSEK -17 (-12) and liquidity MSEK 3 compared to MSEK 8 at December 31, 2001.

COMPANY DISCLOSURE

The Annual General Meeting (AGM)

The AGM will be held at 1:30 pm local time on Thursday, May 16, 2002 at Gamla Stans Bryggeri, Tullhus 2 at Skeppsbrogajen in Stockholm.

Second Quarter of 2002 Results

The release of Tele2's financial and operating results for the period ended June 30, 2002 is August 5, 2002.

Stockholm, April 24, 2002

Lars-Johan Jarnheimer

President and CEO, Tele2 AB

REPORT REVIEW

The financial and operating results for the period ended March 31, 2002 have not been subject to specific review by the Company's auditor.

Tele2 AB, formed in 1993, is the leading alternative pan-European telecommunications company offering fixed and mobile telephony, data network and Internet services under the brands Tele2, Tango and Comviq to 15.6 million people in 21 countries. Tele2 operates Datametrix, which specializes in systems integration, 3C Communications, operating public pay telephones and public Internet services; Transac, providing billing and transaction processing service; C³, offering co-branded pre-paid calling cards and IntelliNet and Optimal Telecom, the price-guaranteed residential router device. The Group offers cable television services under the Kabelvision brand name and together with MTG, owns the Internet portal Everyday.com. The Company is listed on the Stockholmsbörsen, under TEL2A and TEL2B, and on the Nasdaq Stock Market under TLTOA and TLTOB.

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CONFERENCE CALL DETAILS

A conference call to discuss the results will be held at 15.00 (Swedish time) / 09.00 (New York time), on 24 April, 2002. The dial in number is: +44 (0)20 8240 8240 and participants should quote, Tele2 AB. A live audio stream of the conference call can also be accessed at www.Tele2.com. Please dial in / log on 10 minutes prior to the start of the conference call to allow time for registration. An instantaneous recording of the conference call will be available for 48 hours after the call on +44 (0) 20 8288 4459 access code 652512.

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CONSOLIDATED INCOME STATEMENT (MSEK)

		2002 Q1	2001 Q1	2001 Full year
Operating revenue		7,386	5,614	25,085
Operating expenses		-7,215	-6,371	-26,555
Other revenues		5	61	189
Other expenses		-16	-15	-75
Operating Profit (loss)		160	-711	-1,356
Share of profit (loss) of associated companies		-11	-33	-58
Sale of associated company and subsidiaries		-	-	91
Net interest and other financial expenses		-138	-127	-621
Profit (loss) after financial items		11	-871	-1,944
Taxes	Note 1	-251	-170	2,335
Minority interest		1	2	1
Profit (loss) after taxes		-239	-1,039	392
Earnings (loss) per share after tax (SEK)		-1.62	-7.17	2.70
Earnings (loss) per share after tax, after dilution (SEK)		-1.62	-7.16	2.70
Number of shares, basic	Note 2	147,360,175	144,798,726	147,360,175
Number of shares, weighted average	Note 2	147,360,175	144,798,726	145,003,847
Number of shares after dilution	Note 2	147,560,175	145,098,726	147,560,175
Number of shares after dilution, weighted average	Note 2	147,560,175	145,098,726	145,223,466

CONSOLIDATED BALANCE SHEET (MSEK)

	2002	2001	2001
	March 31	March 31	Dec 31
ASSETS			
Fixed assets			
Intangible assets	26,311	27,942	27,769
Tangible assets	9,415	8,323	9,431
Long-term financial assets	Note 1 2,161	326	2,390
	37,887	36,591	39,590
Current assets			
Materials and supplies	355	482	362
Current receivables	6,812	5,579	6,929
Cash and cash equivalents	2,388	871	2,275
	9,555	6,932	9,566
Total assets	47,442	43,523	49,156
EQUITY AND LIABILITIES			
Shareholders' Equity			
Restricted equity	34,893	26,745	36,478
Non-restricted equity	-6,772	-337	-6,961
	28,121	26,408	29,517
Minority interest	26	6	28
Provisions			
Deferred tax liabilities	Note 1 -	744	-
Pension	2	-	-
	2	744	-
Long-term liabilities			
Interest-bearing liabilities	11,088	6,218	10,972
Non-interest-bearing liabilities	5	7	8
	11,093	6,225	10,980
Short-term liabilities			
Interest-bearing liabilities	607	2,868	882
Non-interest-bearing liabilities	7,593	7,272	7,749
	8,200	10,140	8,631
Total equity and liabilities	47,442	43,523	49,156

CONSOLIDATED CASH FLOW STATEMENT (MSEK)

	2002 Jan 1 - Mar 31	2001 Jan 1 - Mar 31	2001 Full year	2002 Q1	2001 Q4	2001 Q3	2001 Q2	2001 Q1
Cash flows from operation	846	-135	1,161	846	508	590	198	-135
Change in working capital	-67	-76	-748	-67	108	-967	187	-76
Cash flows provided by operating activities	779	-211	413	779	616	-377	385	-211
Investing activities	Note 3 -555	-588	-1,467	-555	569	-883	-565	-588
Cash flow after investing activities	224	-799	-1,054	224	1,185	-1,260	-180	-799
Financing activities	-28	138	1,793	-28	98	1,232	325	138
Net change in cash	196	-661	739	196	1,283	-28	145	-661
Cash at beginning of period	2,275	1,511	1,511	2,275	968	1,070	871	1 511
Exchange difference in cash	-83	21	25	-83	24	-74	54	21
Cash at end of period*	2,388	871	2,275	2,388	2,275	968	1,070	871

* of which restricted funds 963 - 897 963 897 - - -
For additional cash flow information: Note 3

NUMBER OF CUSTOMERS

(in thousands)	Number of customers			Net intake				
	2002 March 31	2001 March 31	Change	2002 Q1	2001 Q4	2001 Q3	2001 Q2	2001 Q1
BY MARKET AREA:								
Nordic	Note 4 6,446	5,663	14%	172	198	332	81	191
Eastern Europe & Russia	1,101	357	208%	105	422	93	124	79
Central Europe	3,290	2,811	17%	99	243	133	4	109
Southern Europe	4,531	3,419	33%	245	418	215	234	477
Luxembourg	216	173	25%	5	12	13	13	13
Total number of customers	15,584	12,423	25%	626	1,293	786	456	869
BY BUSINESS AREA:								
Mobile telephony	4,043	2,773	46%	333	432	253	252	214
<i>of which prepaid</i>	2,510	1,524	65%	331	215	269	171	128
Fixed telephony and Internet	11,286	9,650	17%	104	795	533	204	655
Cable TV	255	-	-	189	66	-	-	-
Total number of customers	15,584	12,423	25%	626	1,293	786	456	869

CHANGE OF CONSOLIDATED SHAREHOLDERS' EQUITY (MSEK)

	2002			2001		
	Restricted		Non restricted	Restricted		Non restricted
	Share capital	Other		Share capital	Other	
Equity, January 1	737	35,741	-6,961	724	25,098	717
Translation differences and other transfers	-	-1,585	428	-	923	-15
Profit, year-to-date	-	-	-239	-	-	-1,039
Equity, March 31	737	34,156	-6,772	724	26,021	-337
Total restricted and retained losses		34,893	-6,772		26,745	-337

MARKET AREAS SPLIT BY BUSINESS AREAS (MSEK)**OPERATING REVENUE**

		2002	2001	2002	2001	2001	2001	2001
		Jan 1 -	Jan 1 -	Q1	Q4	Q3	Q2	Q1
		Mar 31	Mar 31					
<u>Nordic:</u>								
Mobile telephony	Note 4-5	1,670	1,322	1,670	1,591	1,664	1,452	1,322
Fixed telephony and Internet	Note 4	1,736	1,478	1,736	1,607	1,363	1,438	1,478
Cable Television		62	47	62	52	43	29	47
Data processing		48	69	48	55	52	104	69
Total Nordic		3,516	2,916	3,516	3,305	3,122	3,023	2,916
<u>Eastern Europe & Russia:</u>								
Mobile telephony		445	196	445	370	270	258	196
Fixed telephony and Internet		38	3	38	12	11	8	3
Cable Television		6	-	6	-	-	-	-
Data processing		14	11	14	18	11	13	11
Total Eastern Europe & Russia		503	210	503	400	292	279	210
<u>Central Europe:</u>								
Mobile telephony		16	5	16	7	7	6	5
Fixed telephony and Internet		1,407	1,184	1,407	1,444	1,292	1,419	1,184
Total Central Europe		1,423	1,189	1,423	1,451	1,299	1,425	1,189
<u>Southern Europe:</u>								
Fixed telephony and Internet		1,868	1 204	1,868	1,566	1,406	1,415	1,204
Total Southern Europe		1,868	1,204	1,868	1,566	1,406	1,415	1,204
<u>Luxembourg:</u>								
Mobile telephony		120	100	120	149	113	109	100
Fixed telephony and Internet		50	50	50	46	60	55	50
Cable Television	Note 6	1	-	1	5	-	-	-
Data processing		25	17	25	29	28	25	17
Total Luxembourg		196	167	196	229	201	189	167
<u>Branded products and services:</u>								
Mobile telephony	Note 4	-	15	-	13	4	-15	15
Fixed telephony and Internet	Note 4	220	387	220	368	372	432	387
Total Branded products and services		220	402	220	381	376	417	402
Adjustments for sales internal		-340	-474	-340	-406	-364	-535	-474
Total operating revenue		7,386	5,614	7,386	6,926	6,332	6,213	5,614

MARKET AREAS SPLIT BY BUSINESS AREAS (MSEK), continued**EBITDA**

		2002	2001	2002	2001	2001	2001	2001
		Jan 1 -	Jan 1 -	Q1	Q4	Q3	Q2	Q1
		Mar 31	Mar 31					
<u>Nordic:</u>								
Mobile telephony	Note 4-5	824	585	824	754	885	693	585
Fixed telephony and Internet	Note 4	269	188	269	303	204	152	188
Cable Television		4	2	4	19	-14	-18	2
Data processing		1	5	1	3	1	6	5
Total Nordic		1,098	780	1,098	1,079	1,076	833	780
<u>Eastern Europe & Russia:</u>								
Mobile telephony		137	63	137	96	82	79	63
Fixed telephony and Internet		-11	-7	-11	-24	-4	-21	-7
Cable Television		-	-	-	-	-	-	-
Data processing		-	3	-	4	1	-	3
Total Eastern Europe & Russia		126	59	126	76	79	58	59
<u>Central Europe:</u>								
Mobile telephony		-39	1	-39	-23	1	-	1
Fixed telephony and Internet		12	-278	12	-54	-120	-133	-278
Total Central Europe		-27	-277	-27	-77	-119	-133	-277
<u>Southern Europe:</u>								
Fixed telephony and Internet		-181	-397	-181	-329	-295	-310	-397
Total Southern Europe		-181	-397	-181	-329	-295	-310	-397
<u>Luxembourg:</u>								
Mobile telephony		29	25	29	4	43	29	25
Fixed telephony and Internet		6	-4	6	-25	-5	-27	-4
Cable Television	Note 6	-9	-	-9	-4	-	-	-
Data processing		-3	-11	-3	-12	-5	-3	-11
Total Luxembourg		23	10	23	-37	33	-1	10
<u>Branded products and services:</u>								
Mobile telephony	Note 4	-	-10	-	-15	-4	7	-10
Fixed telephony and Internet	Note 4	-90	-167	-90	-64	-49	-107	-167
Total Branded products and services		-90	-177	-90	-79	-53	-100	-177
Total EBITDA		949	-2	949	633	721	347	-2

EBITDA MARGIN

Nordic	Note 4-5	31%	27%	31%	33%	34%	28%	27%
Eastern Europe & Russia		25%	28%	25%	19%	27%	21%	28%
Central Europe		-2%	-23%	-2%	-5%	-9%	-9%	-23%
Southern Europe		-10%	-33%	-10%	-21%	-21%	-22%	-33%
Luxembourg		12%	6%	12%	-16%	16%	-1%	6%
Branded products and services	Note 4	-41%	-44%	-41%	-21%	-14%	-24%	-44%
Total EBITDA margin		13%	0%	13%	9%	11%	6%	0%

MARKET AREAS SPLIT BY BUSINESS AREAS (MSEK), continued

EBIT

		2002	2001	2002	2001	2001	2001	2001
		Jan 1 -	Jan 1 -	Q1	Q4	Q3	Q2	Q1
		Mar 31	Mar 31					
<u>Nordic:</u>								
Mobile telephony	Note 4-5	732	496	732	663	795	609	496
Fixed telephony and Internet	Note 4	144	74	144	179	80	30	74
Cable Television		-14	-15	-14	1	-32	-37	-15
Data processing		-	4	-	2	-	6	4
Total Nordic		862	559	862	845	843	608	559
<u>Eastern Europe & Russia:</u>								
Mobile telephony		54	29	54	-38	41	44	29
Fixed telephony and Internet		-15	-8	-15	-34	-12	-25	-8
Cable Television		-2	-	-2	-	-	-	-
Data processing		-6	-2	-6	3	-2	-2	-2
Total Eastern Europe & Russia		31	19	31	-69	27	17	19
<u>Central Europe:</u>								
Mobile telephony		-43	1	-43	-26	1	-	1
Fixed telephony and Internet		-14	-303	-14	-75	-147	-158	-303
Total Central Europe		-57	-302	-57	-101	-146	-158	-302
<u>Southern Europe:</u>								
Fixed telephony and Internet		-211	-413	-211	-359	-319	-336	-413
Total Southern Europe		-211	-413	-211	-359	-319	-336	-413
<u>Luxembourg:</u>								
Mobile telephony		14	11	14	-13	24	14	11
Fixed telephony and Internet		2	-14	2	-43	-15	-37	-14
Cable Television	Note 6	-9	-	-9	-5	-	-	-
Data processing		-5	-12	-5	-13	-6	-4	-12
Total Luxembourg		2	-15	2	-74	3	-27	-15
<u>Branded products and services:</u>								
Mobile telephony	Note 4	-	-10	-	-15	-4	7	-10
Fixed telephony and Internet	Note 4	-93	-176	-93	-74	-60	-114	-176
Total Branded products and services		-93	-186	-93	-89	-64	-107	-186
Group adjustments, depreciation		-374	-373	-374	-378	-385	-376	-373
Total EBIT		160	-711	160	-225	-41	-379	-711

EBIT MARGIN

Nordic	Note 4-5	25%	19%	25%	26%	27%	20%	19%
Eastern Europe & Russia		6%	9%	6%	-17%	9%	6%	9%
Central Europe		-4%	-25%	-4%	-7%	-11%	-11%	-25%
Southern Europe		-11%	-34%	-11%	-23%	-23%	-24%	-34%
Luxembourg		1%	-9%	1%	-32%	1%	-14%	-9%
Branded products and services	Note 4	-42%	-46%	-42%	-23%	-17%	-26%	-46%
Total EBITDA margin		2%	-13%	2%	-3%	-1%	-6%	-13%

INVESTMENTS*

*According to the Cash flow Statement

		2002	2001	2002	2001	2001	2001	2001
		Jan 1 -	Jan 1 -	Q1	Q4	Q3	Q2	Q1
		Mar 31	Mar 31					
Market areas:								
Nordic	Note 4	286	329	286	200	248	252	329
Eastern Europe & Russia		127	67	127	128	130	3	67
Central Europe		37	22	37	6	93	28	22
Southern Europe		51	96	51	105	73	180	96
Luxembourg		22	8	22	92	14	8	8
Branded products and services	Note 4	8	15	8	19	30	-1	15
		531	537	531	550	588	470	537
Change of long-term receivables		-	51	-	-	25	11	51
Purchase/sale of companies	Note 4	24	-	24	-1,119	270	84	-
Total investments		555	588	555	-569	883	565	588

Business areas:

Mobile telephony		249	212	249	166	269	142	212
Fixed telephony and Internet		247	280	247	400	292	300	280
Cable Television		28	38	28	-25	19	20	38
Data processing		7	7	7	9	8	8	7
		531	537	531	550	588	470	537
Change of long-term receivables		-	51	-	-	25	11	51
Purchase/sale of companies	Note 3	24	-	24	-1,119	270	84	-
Total investments		555	588	555	-569	883	565	588

TELE2 IN SWEDEN*

*including Optimal Telecom as of 1 January 2002. See Note 4-5

		2002	2001	2002	2001	2001	2001	2001
		Jan 1 -	Jan 1 -	Q1	Q4	Q3	Q2	Q1
		Mar 31	Mar 31					
Operating revenue:								
Mobile telephony		1,589	1,270	1,589	1,513	1,560	1,377	1,270
Fixed telephony and Internet		1,048	822	1,048	853	726	782	822
Cable Television		58	43	58	49	39	26	43
Total Tele2 Sweden		2,695	2,135	2,695	2,415	2,325	2,185	2 135

EBITDA:

Mobile telephony		874	676	874	808	897	730	676
Fixed telephony and Internet		216	153	216	220	161	141	153
Cable Television		4	2	4	19	-15	-19	2
Total Tele2 Sweden		1,094	831	1,094	1,047	1,043	852	831

EBITDA margin:

Mobile telephony		55%	53%	55%	53%	58%	53%	53%
Fixed telephony and Internet		21%	19%	21%	26%	22%	18%	19%
Cable Television		7%	5%	7%	39%	-38%	-73%	5%
Total Tele2 Sweden		41%	39%	41%	43%	45%	39%	39%

EBIT:

Mobile telephony		781	589	781	718	807	645	589
Fixed telephony and Internet		122	67	122	130	74	53	67
Cable Television		-13	-15	-13	2	-33	-37	-15
Total Tele2 Sweden		890	641	890	850	848	661	641

EBIT margin:

Mobile telephony		49%	46%	49%	47%	52%	47%	46%
Fixed telephony and Internet		12%	8%	12%	15%	10%	7%	8%
Cable Television		-22%	-35%	-22%	4%	-85%	-142%	-35%
Total Tele2 Sweden		33%	30%	33%	35%	36%	30%	30%

FIVE YEAR SUMMARY

	2002 Jan 1 - Mar 31	2001 Jan 1 - Mar 31	2001	2000	1999	1998
<u>Income Statement and Balance Sheet (MSEK)</u>						
Operating revenue	7,386	5,614	25,085	12,440	8,171	5,918
Operating profit before depreciation	949	-2	1,699	1,820	2,060	1,165
Operating profit (loss) after depreciation	160	-711	-1,356	420	1,152	506
Profit (loss) after financial items	11	-871	-1,944	165	4,184	219
Profit (loss) after taxes	-239	-1,039	392	-396	3,768	53
Shareholders' equity	28,121	26,408	29,517	26,539	6,659	2,926
Shareholders' equity, after dilution	28,151	26,453	29,547	26,584	6,659	2,926
Total assets	47,442	43,523	49,156	42,345	14,401	9,995
Cash flow provided by operating activities	779	-211	413	883	1,753	971
Liquidity	1,425	945	1,378	1,304	1,123	821
Net borrowing	9,086	7,961	9,286	7,095	4,605	4,600
Net borrowing, after dilution	9,056	7,916	9,256	7,050	4,605	4,600
Investments including financial lease	555	590	1,485	774	1,475	1,941
<u>Key ratio</u>						
Solidity	59%	61%	60%	63%	46%	29%
Solidity, after dilution	59%	61%	60%	63%	46%	29%
Debt/equity ratio	0.32	0.30	0.31	0.27	0.69	1.57
Result before depreciation margin	12.8%	0.0%	6.8%	14.6%	25.2%	19.7%
Result after depreciation margin	2.2%	-12.7%	-5.4%	3.4%	14.1%	8.6%
Return on shareholders' equity	-0.8%	-3.9%	1.4%	-2.4%	78.6%	1.8%
Return on shareholders' equity, after dilution	-0.8%	-3.9%	1.4%	-2.4%	78.6%	1.8%
Return on capital employed	0.5%	-2.0%	-3.3%	1.9%	45.2%	6.8%
Average interest rate	6.6%	6.2%	6.3%	4.8%	4.8%	6.6%
Average interest rate, after dilution	6.6%	6.2%	6.3%	4.8%	4.8%	6.6%
<u>Value per share (SEK)</u>						
Profit (loss)	-1.62	-7.17	-1.62	-3.47	36.28	0.51
Profit (loss), after dilution	-1.62	-7.16	-1.62	-3.47	36.28	0.51
Shareholders' equity	190.83	182.38	203.56	232.62	64.12	28.24
Shareholders' equity, after dilution	190.78	182.31	203.46	232.74	64.12	28.17
Cash flow	5.29	-1.46	2.85	7.74	16.88	9.38
Cash flow, after dilution	5.28	-1.45	2.85	7.73	16.88	9.35
Dividend	-	-	-	-	-	-
Market value at closing day	311.00	320.00	378.00	392.00	598.00	330.00
P/E-ratio	-47.97	-11.15	139.81	-112.89	16.48	642.68
P/E-ratio, after dilution	-48.03	-11.18	140.02	-113.02	16.48	644.24

NOTES TO THE ACCOUNTS

Accounting principles and definitions

The Interim report has been prepared in accordance with the recommendations RR1:00 - RR21 of the Swedish Financial Accounting Standards Council. Tele2 has reported its interim report in accordance with the accounting principles and methods used in the Annual Report and Accounts for the financial year of 2001. Definitions are stated in the Annual Report for 2001.

Note 1 Taxes

Tele2 AB has in the fourth quarter of 2001 recorded a deferred tax receivable /-revenue of MSEK 3,082 as a result of the reorganisation of the former SEC-group.

At March 31, 2002 and December 31, 2001 the total deferred tax receivable for the group is MSEK 1,519 and MSEK 1,764 respectively, and is included in the item "Long-term financial assets".

Note 2 Shares and Convertibles

At the AGM in May 2000 the AGM permitted the board to settle the option obligation through a new issue. In October 2000 three Convertible debentures were issued with option rights to subscription for new shares of each 100,000 B-shares in Tele2 AB and with a duration during each year 2001, 2002 and 2003. At December 31, 2001 there was a transfer from Convertible to shares for 2001 under registration at the Patent and Registration Office. The remaining Convertibles at March 31, 2002 represent 200,000 B-shares.

Note 3 Non-cash transactions

Tele2 AB Group has also additional investments with no cash-effect in the fourth quarter of 2001. The purchase of shares in Fora Telecom BV was made by means of an issue of MSEK 849 and is not included in the Cash Flow Statements as investments or financing. Fora had cash of MSEK 884 by the time of acquisition, which is stated as a reduced investment in the Cash Flow Statement.

The acquisition of shares in Levicom Broadband in December 2001 was undertaken through loan financing from the seller in the amount of MSEK 134 and is not included in the Cash Flow Statements as investments or financing. Levicom Broadband had cash of MSEK 5 by the time of acquisition which is stated as a reduced investments in the Cash Flow Statement.

Note 4 Telephony operations in Sweden

With effect from the 1st of January 2002 Optimal Telecom, which previously was reported in Branded Products, is included in the reported numbers for the Nordic Market Area. This increases the visibility and improves the analysis of the financial development in both market areas.

Optimal in Sweden launched its fixed operations in the fourth quarter of 1998 and is today EBITDA positive. The mobile operations was launched at the end of the second quarter of 2001. Total revenues in the first quarter of 2002 were MSEK 160 (Q1 2001: MSEK 114 and Q4 2001 were MSEK 115) whereof fixed telephony and Internet MSEK 145, and EBITDA were MSEK -11 (Q1 2001: MSEK 5 and Q4 2001: MSEK -34) of which fixed telephony and Internet MSEK 2. The Optimal operations in Denmark are limited.

In Sweden the reported number of active customers is now fully adopted to the definitions within the Group. As a result of this and the inclusion of Optimal, as a one time effect, the number of fixed and Internet customers were adjusted by - 197,000 and the number of mobile customers by + 80,000. Furthermore the number of 189,000 cable TV customers is reported for the first time.

Note 5 Case against Telia

In the first quarter of 2002 Tele2 won a case in the Administrative Court against Telia regarding payment principles for interconnection. The decision was that Telia is liable for payments regarding traffic transited via their network ("Cascade Accounting") at certain tariffs rates. Telia has appealed to the Administrative Court of Appeal and asked for inhibition of the decision.

The effect of the decision is that Telia should pay a total of approximately MSEK 350 to Tele2. As a consequence hereof an amount of approximately MSEK 150 is included in operating revenue for mobile telephony in Sweden in the first quarter of 2002. After this approximately 75% of the total amount has been included in the revenues.

Note 6 Radio station and TV license in Luxembourg

The "Tango Sunshine" radio station, can be received over FM, cable and the Internet, and "Tango TV", a license allowing the distribution of a 24 hour TV program via the cable networks in Luxembourg and via the Astra satellite, is reported as business area Cable TV in the market area Luxembourg.